

SCHEDULE G: MARGIN TRADING

This Schedule sets out the terms and conditions on which we may provide to you the Services related to Margin trading services specified herein, in accordance with the General Terms. This Schedule constitutes an integral part of General Terms and Electronic Services Terms. Upon signing relevant Variation agreement to acceptance of General Terms or Service Order Form (if applicable), or by incorporation such service into your tariff plan subject to the Fee Schedule you order us to provide such Services. All documents shall be signed by you and shall only become binding if confirmed to you as accepted by us. All relevant Variation agreement to acceptance of General Terms or Service Order Form (if applicable) once executed by you and accepted by us, shall constitute an integral part of this Schedule.

This Schedule may be applied before the effective date as may be agreed between you and us by signing relevant Variation agreement to acceptance of General Terms or Service Order Form. Margin trading services are rendered subject to technical feasibility by us or third parties.

1. Definitions and Interpretations

1.1. In this Schedule:

1.1.1. **Margin trading services (MT Services)** means services, where Client may enter into transactions using borrow funds via Third Party Provider, including/ but not limited to, by entering into repurchase agreements (REPO transactions).

1.1.2. **Third Party Provider** means third brokers, vendors, service providers, subcontractors, counterparties or other clients.

1.2. Any other definitions and interpretations are construed in accordance with the General Terms, the Electronic Services Terms subject to DIFC legislation.

2. Risk

2.1. Where you request MT Services under this Schedule and we agree, an on demand credit allowance will be provided to you. This will enable you to purchase or sell more securities than the cash or securities balance in your regular account would otherwise permit. The amount of securities bought or sold may considerably exceed the value of your initial deposit. You understand that while such trades may give a greater opportunity for profit, it is also of a higher degree of risk. With these trades, not only gains but also losses may be magnified.

2.2. If the market value of the securities in your margin account declines, you may be required to deposit more money or securities at short notice in order to maintain your line of credit. In the extreme event that the securities purchased on credit decline to zero or the securities borrowed significantly raise in price, you would need to deposit the relevant amount of securities borrowed or the full initial or market value of the securities in cash to cover the loss. If you are unable to do so, we may be required to sell all or a portion of assets held in your account.

2.3. You are aware that an account, which is used for MT Services, is essentially a loan account in which interest is charged on the outstanding balance of the repurchase agreement. The charges in relation to repurchase agreement (hereinafter –charges) are applied to your account unless you decide to make payments by performing the second part of repurchase agreement. Over time, your debt level increases as charges accrue against you. As debt increases, the charges increase, and so on. Therefore, the longer you hold an investment, the greater the return that is needed to break even to perform the second part of repurchase agreement. If you hold an investment on margin for a long period of time, the odds that you will make a profit are stacked against you.

2.4. You understand that we may mandate the limit (by ourself or the Third Party Provider) on how much you can borrow and will be entitled to change this limit at any time without consulting you in advance. We will, however, give you notice prior to the date such change is to take effect. You understand that trading by MT Services is a privilege and not a right and we will not be obliged to arrange funding or lending for execution of any of your trades.

2.5. You realise that any and all Securities and Cash balances accumulated in your account as a result of you trading under this Schedule will be subject to the security interests created in our favour and will constitute Secured Assets. In the event you become unable to make any payments or deliveries under this Schedule, we will be entitled to sell your Securities to recover funds or to apply Cash available in your account to satisfy your Secured Obligations without prior notice to you.

3. Basics and funding

3.1. You realise that an account, which is used for MT Services (hereinafter - margin account) is an account that will allow you to buy or sell securities on credit, including repurchase agreement. In other words, you will be able to borrow cash by repurchase agreement or any other facility from Third Party Provider to buy securities or to borrow from them securities to effect the settlement of executed trades. It is important to note that not all securities can be bought or borrowed under this Schedule. Securities that you will be able to borrow will be **borrowable securities**. Securities that you will be able to buy on credit will be **marginable securities**. We will provide to you a list of what we consider to be borrowable and marginable securities by posting on the website <https://theultima.com/dma> or by other communication means agreed under the Terms. We will be entitled to make changes to this list at any time without consulting you in advance. In making changes to the list, we provide to you a list of what we consider to be borrowable and marginable securities by posting on our website or by other communication means agreed under the Terms. We urge you to visit our website frequently in order to be aware of the relevant list since due to the nature of the securities' market there might be changes to the list within the day.

3.2. Before the margin account can be used or any trade can be entered into under this Schedule, we will require that you to take an accessibility test knowledge of the mechanisms of margin trading and the risks associated with it and we will require you to hold or deposit with us such cash and/or securities as we may from time to time request via e-mail or by other communication means agreed under the Terms. We shall have the right to remove or add securities or currencies which we consider eligible to be so held or deposited without consulting you in advance. We shall also have the right not to accept any securities or cash proposed by you without giving any reason.

3.3. Once your margin account is operational, you will be able to submit to us orders to buy securities with borrowed cash using repurchase agreement or to sell securities that you have borrowed (the latter is not applicable, unless otherwise is stated) i.e. orders to enter into margin trades. You will start borrowing by repurchase agreement only when you buy or sell (the latter is not applicable, unless otherwise is stated) securities worth more than your margin account balance in respective securities or cash.

3.4. By accepting this Schedule you instruct (order) us to find the Third Party Provider at our own discretion for you to enter into repurchase agreement if you have no enough money to buy marginable securities in accordance with terms hereto.

3.4.1. The subject of the repurchase agreement is shall be conclusion by the you on behalf on us of a REPO transaction, consisting of two separate transactions (parts): for the sale (purchase) of securities (hereinafter referred to as the "First Part of the REPO") with mandatory subsequent repurchase (sale) of securities of the same issue on the terms defined in this agreement (hereinafter referred to as the "Second Part of the REPO"). We may at our own discretion choose your securities to be sold in

accordance with the First Part of the REPO, unless otherwise specified in your instruction (order). We may at our own discretion limit securities, which may be sold in accordance with the First Part of the REPO with prior notification.

3.4.2. The terms of the First Part of the REPO is that the Third Party Provider undertakes to accept and pay for the securities specified in your instruction (order). The terms of the Second Part of the REPO is that you undertakes to accept and pay for the securities specified in your instruction (order).

3.4.3. This repurchase agreement is for you an order for debiting, crediting funds to the brokerage accounts (and for us of you on whose orders and in whose interests this agreement is concluded), as well as an order for debiting, crediting funds to the brokerage account of the Third Party Provider (and for us of you on whose orders and in whose interests this agreement is concluded). By this you informed on potential conflict of interest based on the fact that the Third Party Provider may be the part of the same group we are.

3.4.4. In case of non-fulfillment or improper fulfillment of obligations under the repurchase agreement, the Parties shall be liable in accordance with the current legislation of the DIFC and the terms of this Schedule.

3.4.5. In case of non-fulfillment by one of the parties of the first part of the REPO on time and on the terms specified in the repurchase agreement, the other party has the right to terminate the repurchase agreement with notification of the party that has not fulfilled its obligations. The repurchase agreement is considered terminated upon the expiration of 6 (six) calendar days from the day following the day of sending the notification to the other Party, and upon delivery of the notification directly to the authorized representative of the other Party, the repurchase agreement is considered terminated from the date of delivery of the notification.

3.4.6. In case of non-fulfillment by one of the Parties of the second part of the REPO transaction, which occurred after the fulfillment by the other Party of its obligations under the second part of the REPO transaction, the Party that allowed this non-fulfillment shall reimburse the injured Party for all losses incurred by it, including real damage and lost profits, and also pays no later than 10 calendar days from the date of non-fulfillment a fine of 0.5% of the amount of the outstanding transaction, which does not exempt it from fulfilling the obligation in kind. At the same time, a Party that has duly fulfilled its obligations under the second part of the REPO after ten calendar days after the deadline for the fulfillment of obligations by the other party has the right to unilaterally terminate the second part of the REPO.

3.4.7. In case of non-fulfillment by one of the Parties of the second part of the REPO transaction, which occurred before the other Party fulfilled its obligations under the second part of the REPO transaction, the Party that committed the non-fulfillment compensates the injured Party for all losses incurred by it, including real damage and lost profits, and also pays a fine no later than 10 calendar days from the date of non-fulfillment in the amount of 0.5% of the amount of the outstanding transaction. At the same time, the aggrieved Party, after ten calendar days after the deadline for the fulfillment of obligations by the other Party, has the right to unilaterally terminate the second part of the REPO.

3.4.8. We reserve the right (and you irrevocably authorize us to) to amend any of these terms of the repurchase agreement without prior notification without prejudice to any right and obligations of the Third Party Provider.

3.5. You agree that where you fail to close any margin trade by the end of a trading day, you will be deemed to have offered to enter into the repurchase agreement as the case may be, with you on the terms and conditions set out herein on a daily basis, when this failure exist. You understand that we may, but shall never be obliged to, enter into any such Transactions for or with you.

3.6. For the purposes of this Schedule amount of the second part of REPO transaction shall be defined as a Debt. Debt is determined by the actual balances of assets of the client on the brokerage account in relation to US Markets.

3.7. The price for the first part of REPO transaction is equal to the closing price for marginable security of the previous day of the marginable securities.

3.8. The price for the second part of REPO transaction is equal to the price for the first part of REPO $\times (1 + (\text{REPO rate}) / 360 \times \text{number of days between the date of the First part of REPO transaction and the date of the Second part of REPO transaction})$. For the purposes of this Schedule the REPO rate is equal to the United States Fed Funds Interest Rate + 5%.

3.9. Amount for the first part of REPO transaction is equal to price for the first part of REPO transaction \times quantity of the marginable securities.

3.10. Amount for the second part of REPO transaction is equal to price for the second part of REPO transaction \times quantity of the marginable securities.

4. Margin call and closing

4.1. For the purposes of this Schedule the following parameters and formulas shall be applicable:

4.2. Portfolio value is equal to the amount of marginable securities + cash on the brokerage account in relation to US Markets – Debt.

4.3. Initial margin is equal to $(\text{amount of marginable securities } n1 \times \text{Dlong } n1) + (\text{amount of marginable securities } n2 \times \text{Dlong } n2) + \dots + (\text{amount of marginable securities } n \times \text{Dlong } n)$, where

The initial margin is an indicator that allows you to assess the risk of opening new positions. Since an investor can only risk his own assets, the Initial Margin should not be greater than the Portfolio value;

Amount of marginable securities is equal to quantity \times last price;

Dlong is the initial risk rate, which shows the maximum possible leverage on a financial instrument when opening a long position;

$n1, n2, n$, etc is the serial number of the corresponding security

4.4. The standard of risk coverage for the purpose of executing client's orders (RCS1) is equal to the Portfolio value - Initial margin.

4.5. The standard of risk coverage for the purposes of assessing the current position (RCS2) is equal to the Portfolio value – Minimum margin, where

The Minimum margin is an indicator that allows you to assess the risk of holding the current position. The Minimum margin should not be greater than the Portfolio value.

4.6. Minimum margin is equal to Initial margin $\times k(\min)$, where $k(\min)$ shall be equal to 0.6.

4.7. Funds Sufficiency Level (FSL) is equal to $(\text{Portfolio value} - \text{Minimum margin}) / (\text{Initial margin} - \text{Minimum margin})$.

4.8. Margin call - notification of the need to deposit funds into the brokerage account in order to increase the Portfolio value or partially close a position in order to reduce the Initial Margin.

4.9. The Broker sends a notification of Margin call if (a) the Portfolio value becomes lower than the Initial margin ($\text{RCS1} < 0$), and (b) $\text{FSL} < 1$.

4.10. Forced closure (Closure) - closing of clients' positions by us in order to reduce the client's Debt.

4.11. By accepting this Schedule you irrevocably authorize (order, instruct) us to execute Closure, which shall be performed when (a) $\text{RCS2} < 0$, and (b) $\text{FSL} < 0$.

5. We have the right, at our absolute discretion and without being obliged to justify such a decision to you, to revoke or cancel any undrawn credit facilities extended to you. Any such decision shall be notified to you by e-mail or other

communication means agreed under these Terms, and shall have immediate effect. We shall also have the right, at our sole discretion and without assigning any reasons, to require that you immediately repay to us any amount, which has become due, either fully or partially.

6. Limitation of liability

6.1. You acknowledge that you assume sole responsibility for results obtained from the use of MT Services, for conclusions drawn from and any outcomes of such use.

6.2. All warranties, representations, guarantees, conditions, covenants and all other terms of any kind whatsoever, whether express or implied (in law or in fact), oral or written, under statute or common law or from a course of dealing or usage of trade, that MT Services and/or the information obtained by you with MT Services will fit your particular purposes or meet your specific requirements or any merchantability, quality, accuracy, fitness for a particular purpose, title, non-infringement, timeliness, availability, latency, capacity, currency, absence of viruses or damaging or disabling code, any warranties or representations that MT Services or access to any portion of it will be uninterrupted or error-free or that defects therein will be correctable or corrected, are, to the fullest extent permitted by Applicable Regulation, excluded from this Schedule. MT Services is provided to you under this Schedule on 'as is' basis.